Stock Code: 600299 Abbr.: Adisseo Announcement No.: 2016-016

Bluestar Adisseo Company

Announcement on Dividend Distribution for Mid-term of FY2016

The board of directors and all directors guarantee that this announcement does not contain any false statement, misleading statement or material omission, and assume personal and joint liability for the authenticity, accuracy and integrity of this announcement.

Important:

- Cash dividend per share before tax: RMB 0.615 Yuan
- Cash dividend per share after tax:

  1. The cash dividend per share to be allocated to shareholders who are resident individuals and securities investment funds, is not charged of withholding tax currently and is RMB 0.615 Yuan. The tax will be deducted when such shareholders transfer their securities and the tax is calculated according to the term of shareholding.

  2. The cash dividend per share to be allocated to Qualified Foreign Institution Investors ("QFII") after tax is RMB 0.1485 Yuan.

  3. The cash dividend per share to be allocated to other institutional investors is RMB 0.615 Yuan, of with the Company does not own obligation of withholding tax.

- Registration Date:7 June 2016
- Ex-right Date (Ex-dividend Date): 8 June 2016

- Allocation Date of Cash Dividend: 8 June 2016

I. The Proposal on Dividend Distribution Plan was approved by the following shareholders` general meeting by the following date:

The Annual Meeting of Shareholders for FY 2015 of Bluestar Adisseo Company (the "Company") approved the Proposal on the Plan of Dividend Distribution by 20 May 2016. The announcement of resolutions of shareholders' general meeting was published on *China Securities Journal*, *Shanghai Securities News*, and the website of Shanghai Stock Exchange ("SSE") www.sse.com.cn on 21 May 2016.

II. Dividend Distribution Plan

1. Allocation Year: Mid-term of 2016 Fiscal Year.

2. Allocation Scope: all the shareholders registered at Shanghai Branch of China Securities Depository and Clearing Co., Ltd. (the "CSDC") before the market of SSE closes on 7 June 2016.

3. This distribution is based on the Company`s total share amount of 2,681,901,273. The cash dividend per share allocated to all the shareholders is RMB 0.165 Yuan (inclusive of tax) and the total cash dividend allocated this time amounts to RMB 442,513,710.05 Yuan.

4. According to tax laws of China,

    A. for the individual shareholders and securities investment funds: when the aforesaid shareholders transfer their shares after the Registration Date, the CSDC Shanghai Branch shall calculate the amount of actual taxes payable on the basis of the term of the individual's holding period of the shares. The part exceeding the tax amount that has already been withheld and deducted shall be withheld by a securities company or any other securities depository institutions from the individual's account and be transferred to the CSDC Shanghai Branch. The CSDC Shanghai Branch shall transfer the amount to the Company within the first five working days of the following month. After the Company receives such payment, it shall declare and pay such taxes to the competent tax authority within the statutory time limit.

       The actual tax: if the shareholders hold the shares within one month ,all the income from the share interests shall be included in taxable income at the rate of 20%; if the shareholders hold the shares over one month but no more than 1year (1 year included), 50% of income from the share interests shall be included in taxable income at the rate of 10%; if the shareholders hold the shares over 1year, 25% of their income form the share interests shall be included in taxable income at the rate of 5%.

B. for the QFII shareholders: the Company shall pay a withholding tax at a rate of 10% as the enterprise income tax, according to *Notice of the State Administration of Taxation on Issues Concerning the Withholding of Enterprise Income Tax on Dividend, Bonuses and Interests Paid to QFII by Chinese Resident Enterprises* promulgated by State Administration of Taxation on 23 January 2009. The cash dividend per share after tax is RMB 0.1485 Yuan. If certain shareholders believe that they can enjoy tax agreements (arrangements) about their shares interests and profits received, they can apply with the tax administration for such treatment after they receive share interests and dividend.

C. for other institutional investors: the tax for share interests and dividend shall be paid by themselves and the actual allocated cash dividend before tax is RMB 0.165 Yuan(inclusive of tax). (For the non-resident enterprise shareholders, the tax may be withheld by the company according to *Enterprise Income Tax Law of the People's Republic of China* and its implementation rules.)

III. Relevant Date:

Registration Date: 7 June 2016

Ex-right and Ex-dividend Date: 8 June 2016

Allocation Date of Cash Dividend: 8 June 2016

IV. Distribution Object:

All the shareholders registered at CSDC Shanghai Branch before the market of SSE closes on 7 June 2016.

V. Implementation of Distribution of Share Dividend

The cash dividend belonged to China National Bluestar (Group) Co, Ltd. will be paid by the Company directly.

Except for China National Bluestar (Group) Co, Ltd., the Company entrusts CSDC Shanghai Branch to distribute the cash dividend by CSDC's settlement system to shareholders who have been registered in registry before the Registration Date and has completed the designated trades in institutions which are members of SSE. Investors who have completed the designated trades can receive the cash dividend on allocation date in the designated securities sales departments. The cash dividend will be kept by the CSDC and will not be distributed to investors until they complete the designated trades.

VI. Contact Information

Contact Department: office of the Board Secretary of the Company

Phone: 010-61958799

Fax: 010-61958805

Address: Bluestar Building 6th Floor, Beituchengxi Road No.9, Chaoyang District, Beijing.

VII. Documents Need To Be Checked

Resolutions of Annual Meeting of Shareholders for FY2015

It is hereby announced.

Board of Directors of Bluestar Adisseo Company

2 June 2016